

National Capital Revitalization Corporation

Description	FY 2002 Approved	FY 2003 Proposed	% Change
Operating Budget	\$2,672,958	\$4,908,000	83.6

The mission of the National Capital Revitalization Corporation (NCRC) is to spur economic development throughout the District, primarily in under-served neighborhoods, through real estate development and business development, ensuring that activities benefit current and new residents and businesses including Local, Small and Disadvantaged Enterprises (LSDBEs).

NCRC also has a subsidiary, Redevelopment Land Agency Revitalization Corporation.

The NCRC plans to fulfill its mission by achieving the following strategic results goals:

- Achieve self sufficiency.
- Implement major projects that have a broad impact on the District communities.
- Focus on redevelopment efforts in under-served neighborhoods.
- Become a Center of Excellence.
- Maintain a commitment to diversity.

Did you know...

Committed Fannie Mae investments for NCRC projects over the next several years

\$75,000,000

The NCRC website is... [http:// www.ncrcdc.com](http://www.ncrcdc.com)

NCRC has a commitment to diversity... Of 14 employees, 11 (78%) are ethnic minorities and 7 (50%), are women. Of NCRC's 3 senior staff members, 2 are ethnic minorities and one is a woman. (as of March 2002)

Where the Money Comes From

Table NC0-1 shows the various source(s) of funding for the National Capital Revitalization Corporation.

Table NC0-1

FY 2003 Proposed Operating Budget, by Revenue Type

(dollars in thousands)

	*Actual FY 2000	Actual FY 2001	Approved FY 2002	Proposed FY 2003	Change From FY 2002
Other	0	0	2,673	4,908	2,235
Gross Funds	0	0	2,673	4,908	2,235

* Note: As of FY 2002, this agency was required to present their budget under the Budget Support Act. As a result, FY 2000 and FY 2001 data is not available.

How the Money is Allocated

Table NC0-2 shows the FY 2003 proposed budget for the agency at the Comptroller Source Group level (Object Class level).

Table NC0-2

FY 2003 Proposed Operating Budget, by Comptroller Source Group

(dollars in thousands)

	Actual FY 2000	Actual FY 2001	Approved FY 2002	Proposed FY 2003	Change from FY 2002
Regular Pay - Cont Full Time	0	0	1,620	1,748	128
Fringe Benefits - Curr Personnel	0	0	286	479	193
<i>Personal Services</i>	<i>0</i>	<i>0</i>	<i>1,906</i>	<i>2,227</i>	<i>321</i>
Supplies And Materials	0	0	7	19	12
Energy, Comm. And Bldg Rentals	0	0	221	257	36
Other Services And Charges	0	0	538	1,205	667
Subsidies And Transfers	0	0	0	1,200	1,200
<i>Non-personal Services</i>	<i>0</i>	<i>0</i>	<i>767</i>	<i>2,681</i>	<i>1,914</i>
Total Proposed Operating Budget	0	0	2,673	4,908	2,235

Funding

The National Capital Revitalization Corporation receives funding solely from Other sources. In FY 1999, Congress provided \$25 million in capitalized funding for the NCRC that remains available until expended. (Public Law 105-277, the District of Columbia FY 1999 Appropriations Act). Using this money to establish operations, NCRC has the authority to raise funds from other sources, including capital funds through the sale of bonds, contributions, and earned fees from financing and service programs.

In 2001, the assets of the Redevelopment Land Agency (RLA) were transferred from the Department of Housing and Community Development to the NCRC for management as a subsidy. The RLA is charged with the management and disposition of a portfolio of properties for the District of Columbia. Consequently, the DHCD will be providing funding associated with the RLA to NCRC for managing the program.

Other Funds

The proposed Other budget for the NCRC for FY 2003 is \$4,908,000, an increase of \$2,235,042, or 83.6 percent over the approved FY 2002 budget of \$2,672,958. This amount

includes increases of \$320,956 in personal services and \$2,235,042 in nonpersonal services.

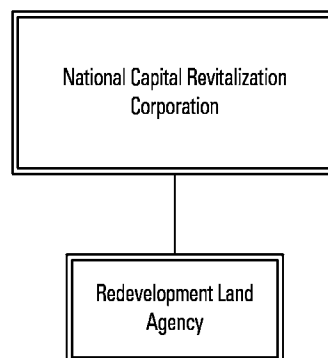
There are 17 FTEs supported by Other funds.

Significant changes over the FY 2002 approved budget are:

- An increase of \$320,956 in personal services comprised of a \$127,863 in salaries and \$193,093 in fringe benefits. This increase will support four new FTEs in FY 2003 in order to address increased workloads.
- An increase of \$1,200,000 in subsidies and transfers associated with the Redevelopment Land Agency transfer of funds from the Department of Housing and Community Development, as per the Mayor's Omnibus Housing Act of 2001.
- A net increase of \$47,205 for increased rent, utilities, supplies and other administrative needs as estimated by the NCRC.
- An increase of \$666,881 for other services and charges associated with increased operating costs in FY 2003 due to expanded agency responsibilities and new FTEs.

Figure NC0-1

National Capital Revitalization Corporation



Programs

NCRC's programs include real estate development, business development, business finance, and employment opportunities. NCRC's primary development areas include:

- Columbia Heights
- East of the Anacostia River
- Georgia Avenue / Shaw
- New York Avenue Corridor
- U Street Corridor
- Skyland Shopping Center

On July 15, 2001, the powers and functions of the Board of Directors of the District's Redevelopment Land Agency were transferred to NCRC.

The key initiatives of the National Capital Revitalization Corporation in FY 2003 are:

- Complete feasibility analysis for several real estate development projects.
- Complete due diligence and commence implementation of such projects as Georgia

Avenue restaurant, Howard Town Center, Howard/Shaw Cultural Center, Capper-Carrollsbury HOPE VI, Mt. Vernon mixed-use, H Street, SW Waterfront, Buzzard Point, and Skyland.

- Pursue evaluation of at least two long-range projects, among them McMillan Reservoir, Buzzard Point, Poplar Point and/or St. Elizabeth's Hospital. "Pursue evaluation" means to assume a key role in spurring the planning and pre-development of complex, long-range projects, identifying NCRC as a lead player and, generally, moving the overall project forward.
- Implement plan for investing in local banks.
- Develop and begin implementing the Business Development/Business Finance Plan.
- Complete long range NCRC financial plan for self-sufficiency.